

March 20, 2018

**VIA ELECTRONIC FILING**

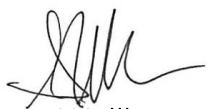
The Honorable Jocelyn Boyd  
Chief Clerk/Administrator  
Public Service Commission of South Carolina  
101 Executive Center Drive, Suite 100  
Columbia, South Carolina 29210

RE: Report of Issue and Sale of Securities  
Docket No. 2016-63-E

Dear Ms. Boyd:

Enclosed for filing, pursuant to Order No. 2016-167 ("Order"), is a Report of Issue and Sale, together with exhibits, related to the issuance by Duke Energy Carolinas, LLC on March 1, 2018 of \$500,000,000 aggregate principal amount of its First and Refunding Mortgage Bonds, 3.05% Series due 2023, and \$500,000,000 aggregate principal amount of its First and Refunding Mortgage Bonds, 3.95% Series due 2048, as further described in the attached report and as authorized by the Commission's Order. Should you have any questions regarding this matter, please do not hesitate to contact me.

Yours truly,



Sam Wellborn

SJW:tch

Enclosures

cc: Nanette Edwards, Office of Regulatory Staff (via email)  
Jeffrey M. Nelson, Chief Counsel & Director - Legal Services (via email)  
Shannon Bowyer Hudson, Office of Regulatory Staff (via email)  
Robert T. Lucas, III, Esquire (via email)  
Rebecca J. Dulin, Esquire (via email)

**BEFORE****THE PUBLIC SERVICE COMMISSION OF SOUTH CAROLINA****Docket No. 2016-63-E**

In the Matter of	)	
Application of Duke Energy Carolinas, LLC	)	REPORT OF ISSUE AND SALE
for authorization under S.C. Code Ann. §58-	)	OF SECURITIES
27-1720 to Issue and Sell Securities	)	

**1. Securities Issued and Sold**

Duke Energy Carolinas, LLC (the “Company”) hereby reports that on March 1, 2018, pursuant to the authority granted by the Commission under Order 2016-167 in this docket, the Company issued and sold \$500,000,000 aggregate principal amount of its First and Refunding Mortgage Bonds, 3.05% Series due 2023, and \$500,000,000 aggregate principal amount of its First and Refunding Mortgage Bonds, 3.95% Series due 2048 (collectively, the “Bonds”), pursuant to an underwriting agreement (the “Underwriting Agreement”), dated as of February 26, 2018, with Credit Suisse Securities (USA) LLC, Goldman Sachs & Co. LLC, Mizuho Securities USA LLC, MUFG Securities Americas Inc. and U.S. Bancorp Investments, Inc., as representatives of the several underwriters named therein (the “Underwriters”). The Bonds were sold to the Underwriters at a discount to their principal amount. The Bonds were issued under the First and Refunding Mortgage, dated as of December 1, 1927, as amended by the One Hundredth Supplemental Indenture (the “One Hundredth Supplemental Indenture”), dated as of March 1, 2018, between the Company and The Bank of New York Trust Company, N.A., as Trustee. The One Hundredth Supplemental Indenture, the Underwriting Agreement and the prospectus describing the Bonds contain further details on the Bonds. Such documents are attached hereto as exhibits and are incorporated by reference to this description of the Bonds.

Following is an itemized statement of expenses, other than underwriting compensation, incurred by the Company in effecting the offering of the Bonds. Certain of such expenses are estimates.

Accounting Fees	\$	60,000
Legal Fees and Expenses	\$	70,000
Printing Costs	\$	14,782
Rating Agency Fees	\$	629,000
SEC Registration Fee	\$	124,133
Trustee Fees	\$	4,000
Blue Sky Fees	\$	5,000
Miscellaneous	\$	10,000
TOTAL	\$	916,915

## **2. Remaining Authority under Commission Order**

The securities reported herein represent \$1,000,000,000 of the \$4,000,000,000 initially authorized by the Commission in its Order in this Docket. After issuance of such securities, a balance of \$850,000,000 remained authorized under this Docket.

## **3. Exhibits**

Pursuant to the Commission's Order, there are attached hereto and made a part of this Report the following exhibits:

1. Prospectus Supplement dated February 26, 2018, describing the offering of the Bonds.
2. Underwriting Agreement dated February 26, 2018, between the Company and the Underwriters relating to the offering of the Bonds.

3. One Hundredth Supplemental Indenture to First and Refunding Mortgage.

Respectfully submitted this 19<sup>th</sup> day of March, 2018.

DUKE ENERGY CAROLINAS, LLC

By:   
Assistant Secretary

Sworn to and subscribed before me  
this 19<sup>th</sup> day of March, 2018.



Notary Public

My Commission Expires: June 26, 2021

[SEAL]

Phoebe P. Elliott  
Notary Public  
Mecklenburg County, NC